GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Co-Operative Sugars Factories of Andhra Pradesh State – Cane Price Arrears in respect of Chittor CSF, Sri Venkateshwara CSF, Kovuru CSF for the 2011-12 and 2012-13 season - Sanction – Accorded.

INDUSTRIES & COMMERCE (PROGRAMME-II) DEPARTMENT

G.O.Rt.No. 390 Dated:01.09.2015

Read the following

Ref:1. From the President, Chittor Co-operative Sugars Ltd, Chittoor Dist, Letter dated: 21-05-2015.
2. From the DoS, GoAP, Lr.No.1530/2014/C2, dt: 27-05-2015.
3. G.O.Rt.No.2349, Fin(EBS-VIII-REV-IC) Dept, dt:25-08-2015.

ORDER:

In the letter 2nd read above the Director of Sugar & Cane Commissioner has reported that the Government of India is competent authority to declare the cane price i.e. Fair and Remunerative Price (FRP) which is statutory in nature. The Co-operative Sugar Factories have to pay the purchase Tax incentive of Rs.60/- per M.T. The purchase Tax incentive is being passed by the State Government along with FRP declared by G.O.I. All the CSFs in the State have cleared / paid the entire statutory cane price (Fair and Remunerative price, purchase Tax Incentive) up to 2013-14 crushing season. Hence there is no cane price arrears towards statutory price up to 2013-14 season.

2. The Director of Sugar has also submitted that the 3 (three) Co-operative Sugar Factories namely (i) Chittoor, (ii) Sri Venkateshwara and (iii) Kovur Co-operative Sugar Factories are showing the following dues to the farmers towards additional cane price / transport charges as follows:

	2011-12 season (Rs.)	2012-13 season (Rs.)
1 .Chittor CSF :	141.00 lakhs	516.00 lakhs
2. Sri Venkateshwara	Nil	426.00 lakhs
3. Kovur CSF	Nil	438.00 lakhs
Total	**141.00 lakh**	**1380.00 lakhs**

3. In the G.O.3rd read above the Finance Department have issued B.R.O for an amount of Rs.15,21,00,000(Rupees Fifteen Crores twenty one lakhs only) as additional funds in relaxation of treasury control and quarterly regulation orders pending provision of funds by obtaining supplementary grants at appropriate time during the current financial year towards loan to (3) Co-operative Sugar Factories (1) Chittoor CSF (2) Sri Venkateswara CSF (3) Kovuru CSF for payment of Sugar cane dues to the farmers for the years 2011-12 and 2012-13.

4. After careful examination of the proposals of the Director of Sugar & Cane Commissioner, Government of Andhra Pradesh, Hyderabad, in his letter read above and in view of the B.R.O issued by the Finance Department in the G.O.3rd read above, Government hereby accord administrative sanction for an amount of Rs.15,21,00,000(Rupees Fifteen Crores twenty one lakhs only) as additional funds to Director of Sugar & Cane Commissioner in relaxation of treasury control and quarterly regulation orders pending provision of funds by obtaining supplementary grants at appropriate time during the current financial year towards as loan to (3) Co-operative Sugar Factories (1) Chittoor CSF (2) Sri Venkateswara CSF (3) Kovuru CSF for payment of Sugar cane dues to the farmers for the years 2011-12 and 2012-13.

(P.T.O)

5. The expenditure sanctioned in para (4) above shall be debited to the following Head of Account:

6860 – Loans for Consumer Industries
04 - Sugar
M.H101 - Loans to Co-operative Sugar Mills
G.H 11 - Normal State Plan
S.H (05) - Loans for payment of Higher sugar cane price
002 - Loans to Co-operative Sugar factory for payment of fair and remunerative price to cane farmers"

6. The Drawing & Disbursing Officer, Office of the Director of Sugar & Cane Commissioner, Andhra Pradesh, Hyderabad is authorized to draw and disburse the amount sanctioned in Para (4) above to the respective Coop. Sugar Factories immediately. He is also requested to furnish necessary proposals for Supplementary Grants to Government for the amount sanctioned at para (4) above immediately. He is also informed that all payments shall be made directly into the bank account of the farmers.

7. This orders issues with the concurrence of the Finance Department, vide their U.O.No.13585/150/EBS-VIII/A2/2015, dated:26-08-2015.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

NARESH PENUMAKA
E.O.SECRETARY TO GOVERNMENT

To
The Director of Sugar & Cane Commissioner, A.P., Hyderabad.
The Director of Treasures & Accounts, AP, Hyderabad.
District Treasury Office, Nellore district.
District Treasury Office, Chittoor, Chittoor district.

Copy to:
The Accountant General, AP, Hyderabad.
The Managing Director, Kovur Co-op. sugar factory, Nellore District (through CoS &CC, GoAP, Hyd.)
The Managing Director, Chittoor Co-oparative sugar factory, Chittoor, Chittoor District, (through CoS &CC, GoAP, Hyd.)
The Managing Director, Sri Venkateswara Co-op. sugar factory Ltd. Renigunta Chittoor District., (through CoS &CC, GoAP, Hyd.)
The Finance (EBS-VIII-REV-IC) Department
The P.S to E.O. Secretary to Government, Industries & Commerce Department.

Sf/Sc.

// FORWARDED:: BY ORDER//

SECTION OFFICER